

### General Assembly

## Raised Bill No. 5233

February Session, 2010

LCO No. 765

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Referred to Committee on Insurance and Real Estate

Introduced by: (INS)

# AN ACT CONCERNING INSURANCE COVERAGE AND CERTAIN LIQUOR LICENSES.

Be it enacted by the Senate and House of Representatives in General Assembly convened:

- 1 Section 1. Section 30-39 of the general statutes is repealed and the
- 2 following is substituted in lieu thereof (*Effective October 1, 2010*):
- 3 (a) For the purposes of this section, the "filing date" of an application
- 4 means the date upon which the department, after approving the
- 5 application for processing, mails or otherwise delivers to the applicant
- 6 a placard containing such date.
- 7 (b) (1) Any person desiring a liquor permit or a renewal of such a
- 8 permit shall make a sworn application therefor to the Department of
- 9 Consumer Protection upon forms to be furnished by the department,
- showing the name and address of the applicant and of the applicant's
- 11 backer, if any, the location of the club or place of business which is to
- 12 be operated under such permit and a financial statement setting forth
- 13 all elements and details of any business transactions connected with
- 14 the application. Such application shall include a detailed description of
- 15 the type of live entertainment that is to be provided and, if applicable,

a copy of the insurance policy or endorsement required by subsection (f) of this section. A club or place of business shall be exempt from providing such detailed description if the club or place of business (A) was issued a liquor permit prior to October 1, 1993, and (B) has not altered the type of entertainment provided. The application shall also indicate any crimes of which the applicant or the applicant's backer may have been convicted. Applicants shall submit documents sufficient to establish that state and local building, fire and zoning requirements and local ordinances concerning hours and days of sale will be met, except that local building and zoning requirements and local ordinances concerning hours and days of sale shall not apply to any class of airport permit. The State Fire Marshal or the marshal's certified designee shall be responsible for approving compliance with the State Fire Code at Bradley International Airport. Any person desiring a permit provided for in section 30-33b shall file a copy of such person's license from the Division of Special Revenue or the Gaming Policy Board with such application. The department may, at its discretion, conduct an investigation to determine whether a permit shall be issued to an applicant.

(2) The applicant shall pay to the department a nonrefundable application fee, which fee shall be in addition to the fees prescribed in this chapter for the permit sought. An application fee shall not be charged for an application to renew a permit. The application fee shall be in the amount of ten dollars for the filing of each application for a permit by a charitable organization, including a nonprofit public television corporation, a nonprofit golf tournament permit, a temporary permit or a special club permit; and for all other permits in the amount of one hundred dollars for the filing of an initial application. Any permit issued shall be valid only for the purposes and activities described in the application.

(3) The applicant, immediately after filing an application, shall give notice thereof, with the name and residence of the permittee, the type of permit applied for and the location of the place of business for

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49 which such permit is to be issued and the type of live entertainment to 50 be provided, all in a form prescribed by the department, by publishing 51 the same in a newspaper having a circulation in the town in which the 52 place of business to be operated under such permit is to be located, at 53 least once a week for two successive weeks, the first publication to be 54 not more than seven days after the filing date of the application and 55 the last publication not more than fourteen days after the filing date of 56 the application. The applicant shall affix, and maintain in a legible 57 condition upon the outer door of the building wherein such place of 58 business is to be located and clearly visible from the public highway, 59 the placard provided by the department, not later than the day 60 following the receipt of the placard by the applicant. If such outer door 61 of such premises is so far from the public highway that such placard is 62 not clearly visible as provided, the department shall direct a suitable 63 method to notify the public of such application. When an application is 64 filed for any type of permit for a building that has not been 65 constructed, such applicant shall erect and maintain in a legible 66 condition a sign not less than six feet by four feet upon the site where 67 such place of business is to be located, instead of such placard upon 68 the outer door of the building. The sign shall set forth the type of 69 permit applied for and the name of the proposed permittee, shall be 70 clearly visible from the public highway and shall be so erected not 71 later than the day following the receipt of the placard. Such applicant 72 shall make a return to the department, under oath, of compliance with 73 the foregoing requirements, in such form as the department may 74 determine, but the department may require any additional proof of 75 such compliance. Upon receipt of evidence of such compliance, the 76 department may hold a hearing as to the suitability of the proposed 77 location. The provisions of this subdivision shall not apply to 78 applications for airline permits, charitable organization permits, 79 temporary permits, special club permits, concession permits, military 80 permits, railroad permits, boat permits, warehouse permits, brokers' 81 permits, out-of-state shippers' permits for alcoholic liquor and out-of-82 state shippers' permits for beer, coliseum permits, coliseum concession permits, special sporting facility restaurant permits, special sporting facility employee recreational permits, special sporting facility guest permits, special sporting facility concession permits, special sporting facility bar permits, nonprofit golf tournament permits, nonprofit public television permits and renewals. The provisions of this subdivision regarding publication and placard display shall also be required of any applicant who seeks to amend the type of entertainment upon filing of a renewal application.

- (4) In any case in which a permit has been issued to a partnership, if one or more of the partners dies or retires, the remaining partner or partners need not file a new application for the unexpired portion of the current permit, and no additional fee for such unexpired portion shall be required. Notice of any such change shall be given to the department and the permit shall be endorsed to show correct ownership. When any partnership changes by reason of the addition of one or more persons, a new application with new fees shall be required.
- (c) Any ten persons who are at least eighteen years of age, and are residents of the town within which the business for which the permit or renewal thereof has been applied for, is intended to be operated, or, in the case of a manufacturer's or a wholesaler's permit, any ten persons who are at least eighteen years of age and are residents of the state, may file with the department, within three weeks from the last date of publication of notice made pursuant to subdivision (3) of subsection (b) of this section for an initial permit, and in the case of renewal of an existing permit, at least twenty-one days before the renewal date of such permit, a remonstrance containing any objection to the suitability of such applicant or proposed place of business. Upon the filing of such remonstrance, the department, upon written application, shall hold a hearing and shall give such notice as it deems reasonable of the time and place at least five days before such hearing is had. The remonstrants shall designate one or more agents for service, who shall serve as the recipient or recipients of all notices

- issued by the department. At any time prior to the issuance of a decision by the department, a remonstrance may be withdrawn by the remonstrants or by such agent or agents acting on behalf of such remonstrants and the department may cancel the hearing or withdraw the case. The decision of the department on such application shall be final with respect to the remonstrance.
- 122 (d) No new permit shall be issued until the foregoing provisions of 123 subsections (a) and (b) of this section have been complied with. Six 124 months' or seasonal permits may be renewed, provided the renewal 125 application and fee shall be filed at least twenty-one days before the 126 reopening of the business, there is no change in the permittee, 127 ownership or type of permit, and the permittee or backer did not 128 receive a rebate of the permit fee with respect to the permit issued for 129 the previous year.
  - (e) The department may renew a permit that has expired if the applicant pays to the department a nonrefundable late fee pursuant to subsection (c) of section 21a-4, which fee shall be in addition to the fees prescribed in this chapter for the permit applied for. The provisions of this subsection shall not apply to one-day permits, to any permit which is the subject of administrative or court proceedings, or where otherwise provided by law.
- 137 (f) Any applicant or permittee applying for issuance or renewal of a 138 (1) hotel permit under section 30-21, (2) restaurant permit under 139 section 30-22, (3) cafe permit under section 30-22a, (4) club permit 140 under section 30-23, (5) tavern permit under section 30-26, (6) bowling 141 establishment permit or racquetball facility permit under section 30-142 37c, or (7) casino permit under section 30-37k, shall provide the 143 Department of Consumer Protection with a copy of a current insurance 144 policy or endorsement issued by a company licensed to do business in 145 this state, verifying that the applicant or permittee has liquor liability 146 insurance and general liability insurance. The department shall not 147 issue or renew the permits specified in this subsection if such

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## insurance coverage has not been verified.

This act shall take effect as follows and shall amend the following sections:			
Sections.			
Section 1	October 1, 2010	30-39	

#### Statement of Purpose:

To require liquor liability insurance and general liability insurance for certain classes of permits issued by the Department of Consumer Protection.

[Proposed deletions are enclosed in brackets. Proposed additions are indicated by underline, except that when the entire text of a bill or resolution or a section of a bill or resolution is new, it is not underlined.]